



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2011 Biennium

<b>Bill #</b>	HB0569	<b>Title:</b>	Fund Montana housing fund
<b>Primary Sponsor:</b>	Hands, Betsy	<b>Status:</b>	As Introduced

- |   |  |  |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact     | <input type="checkbox"/> Needs to be included in HB 2  | <input type="checkbox"/> Technical Concerns              |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

### FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<b>Expenditures:</b>				
General Fund	\$10,000,000	\$0	\$0	\$0
Other (Enterprise Fund)	\$5,000,000	\$5,000,000	\$0	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
Other (Enterprise Fund)	\$10,000,000	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	<u>(\$10,000,000)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Description of fiscal impact:** This bill transfers \$10 million at the beginning of the 2011 Biennium from the general fund to the Housing Montana Fund (an enterprise fund).

### FISCAL ANALYSIS

#### Assumptions:

#### **Department of Commerce (DOC):**

- On July 1, 2009, \$10 million would be transferred from the general fund to the Housing Montana Fund (an enterprise fund). These funds would be disbursed from the Housing Montana Fund as affordable housing loans at an amount estimated to be \$5 million each fiscal year.
- The additional funds could be managed by existing staff with the assumption that the Housing Division's 2011 biennium budget request is approved as proposed.

	<b><u>FY 2010 Difference</u></b>	<b><u>FY 2011 Difference</u></b>	<b><u>FY 2012 Difference</u></b>	<b><u>FY 2013 Difference</u></b>
<b><u>Fiscal Impact:</u></b>				
<b><u>Expenditures:</u></b>				
Operating Expenses (Loans)	\$5,000,000	\$5,000,000	\$0	\$0
Transfers	\$10,000,000	\$0	\$0	\$0
<b>TOTAL Expenditures</b>	<b>\$15,000,000</b>	<b>\$5,000,000</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$10,000,000	\$0	\$0	\$0
Other (Enterprise Fund)	\$5,000,000	\$5,000,000	\$0	\$0
<b>TOTAL Funding of Exp.</b>	<b>\$15,000,000</b>	<b>\$5,000,000</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
Other (Enterprise Fund)	\$10,000,000	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<b>\$10,000,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	(\$10,000,000)	\$0	\$0	\$0
Other (Enterprise Fund)	\$5,000,000	(\$5,000,000)	\$0	\$0

**Long-Term Impacts:**

1. If funding for the Housing Montana Fund were to become ongoing then additional staff and administrative costs would likely be necessary.

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*Sponsor's Initials*\_\_\_\_\_  
*Date*\_\_\_\_\_  
*Budget Director's Initials*\_\_\_\_\_  
*Date*